CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM BOARD OF ADMINISTRATION HEALTH BENEFITS COMMITTEE MEETING MINUTES

September 13, 2011

The Health Benefits Committee met on Tuesday, September 13, 2011, in the Lincoln Plaza North Building, 400 Q Street, Sacramento, California.

The meeting was called to order at 10:05 a.m. with the following members present:

Priya Mathur, Chair
JJ Jelincic, Vice Chair
Terry McGuire representing John Chiang
George Diehr
Rob Feckner
Tricia Wynne representing Bill Lockyer
Tony Oliveira
Howard Schwartz representing Ronald Yank

Excused: Henry Jones

Other Board members present: Michael Bilbrey

AGENDA ITEM 2 – APPROVAL OF THE AUGUST 16, 2011, HEALTH BENEFITS COMMITTEE MEETING MINUTES

The August 16, 2011, Health Benefits Committee meeting minutes were approved as presented.

AGENDA ITEM 3a – HEALTH BENEFITS PURCHASING REVIEW PROJECT UPDATE

As an information item, Doug McKeever, Chief, Health Policy Research Division, provided an update on the project activities since the last reported progress presented to the Board of Administration in July 2011.

AGENDA ITEM 3b - WELLNESS AND DISEASE MANAGEMENT UPDATE

As an information item, representatives from our health plan partners, Anthem Blue Cross, Blue Shield of California, and Kaiser Permanente, provided a status of the worksite wellness programs that they are currently sponsoring.

AGENDA ITEM 4a – EXTENSION OF THE EXISTING BLUE SHIELD OF CALIFORNIA HEALTH MAINTENANCE ORGANIZATION CONTRACT

Doug McKeever, Chief, Health Policy Research Division, presented staff's recommendation to extend the existing Blue Shield of California contract for one additional year.

On **MOTION** by George Diehr, **SECONDED** and **CARRIED**, the Committee recommended the Board extend the existing Blue Shield of California Health Maintenance Organization contract to December 31, 2013, provided Blue Shield agrees to appropriate contract revisions satisfactory to CalPERS staff.

Tricia Wynne voted **NO**. Howard Schwartz voted **NO**.

AGENDA ITEM 5 - DEPUTY EXECUTIVE OFFICER REPORT

Ann Boynton, Deputy Executive Officer, Benefit Programs Policy and Planning, provided an update on the Budget Change Proposal requesting five positions for our Center for Innovation.

AGENDA ITEM 6 – PROPOSED AGENDA FOR OCTOBER 18, 2011, HEALTH BENEFITS COMMITTEE MEETING

The proposed October 18, 2011, Health Benefits Committee Meeting Agenda was approved as presented.

AGENDA ITEM 7 - PUBLIC COMMENT

There was no public comment.

The meeting was adjourned at 2:10 p.m.

The next meeting of the Health Benefits Committee is scheduled for October 18, 2011, in Sacramento, California.

ANN BOYNTON
Deputy Executive Officer
Benefit Programs Policy and Planning